

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

* * * * *

In the Matter of

PURCHASED WATER ADJUSTMENT OF)
NORTH NELSON WATER DISTRICT) CASE NO. 6945-1

O R D E R

On May 11, 1982, North Nelson Water District ("North Nelson") filed its application seeking authority to adjust its rates in accordance with 807 KAR 5:067, Purchased Water Adjustment Clause. On February 12, 1982, North Nelson's supplier, City of Bardstown, notified North Nelson of an increase in the wholesale cost of water from \$.385 to \$.60 per 1,000 gallons.

The Commission, having reviewed the evidence of record and being advised, is of the opinion and finds that:

(1) The City of Bardstown increased the wholesale cost of water to \$.60 per 1,000 gallons to be effective with the May 1, 1982, billing.

(2) The financial exhibits filed by North Nelson indicate that it cannot absorb an increase of this magnitude in the cost of wholesale water.

(3) The calculation for the purchased water adjustment made by North Nelson is correct and shows an increase of \$.23 per 1,000 gallons. However, North Nelson is requesting to pass on to its customers only \$.15 per 1,000 gallons of the increase at this time.

The requested increase is reasonable and should be approved.

(4) The base rate for future application of the purchased water adjustment clause should be:

<u>Supplier</u>	<u>Rate</u>
City of Bardstown	\$.60 per 1,000 gallons

(5) The rates in Appendix A are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that the purchased water adjustment sought by North Nelson and the rates in Appendix A be and they hereby are approved for service rendered on and after the date of this Order.

IT IS FURTHER ORDERED that for the purpose of future application of the purchased water adjustment clause of North Nelson, the base rate for purchased water shall be:

<u>Supplier</u>	<u>Rate</u>
City of Bardstown	\$.60 per 1,000 gallons

IT IS FURTHER ORDERED that within 30 days of the date of this Order, North Nelson shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 21st day of June, 1982.

PUBLIC SERVICE COMMISSION

Marlin M. Vohz
Chairman

Katherine Landall
Vice Chairman

Don L. Langer
Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 6945-1 DATED JUNE 21, 1982

The following rates are prescribed for the customers of North Nelson Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

GALLONAGE BLOCK

MONTHLY RATE

First 2,000 gallons
Next 3,000 gallons
Next 5,000 gallons
Over 10,000 gallons

\$6.80 minimum
1.65 per 1,000 gallons
1.35 per 1,000 gallons
1.15 per 1,000 gallons

Truck Loading Stations

\$3.00 per 1,000 gallons